

CITY OF BELLEVILLE

Belleville, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2014

MAPES & MILLER  
Certified Public Accountants  
Phillipsburg, Kansas 67661

CITY OF BELLEVILLE

For the Year Ended December 31, 2014

City Council

Doane Sells  
Blaine Miller  
Steve Scofield

Don Danielson  
Roger McCartney  
Melissa VanMeter

Tatum Couture  
Neal Lewis  
Russell Piroutek  
Lisa Noland

Mayor  
City Manager  
Clerk  
Treasurer

CITY OF BELLEVILLE  
Belleville, Kansas

For the Year Ended December 31, 2014

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CITY OF BELLEVILLE

Belleville, Kansas

For the Year Ended December 31, 2014

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# MAPES & MILLER LLP

## CERTIFIED PUBLIC ACCOUNTANTS

A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

418 E HOLME  
NORTON, KS 67654  
(785)877-5833

PO BOX 412  
QUINTER, KS 67752  
(785)754-2111

JOHN D. MAPES, CPA, CHTD  
DENIS W. MILLER, CPA, PA  
THOMAS B. CARPENTER, CPA, PA  
DON E. TILTON, CPA, PA

BRIAN S. THOMPSON, CPA, PA  
REBECCA A. LIX, CPA, PA  
STEPHANIE M. HEIER, CPA, PA

P.O. BOX 266  
711 3<sup>rd</sup> STREET  
PHILLIPSBURG, KS 67661  
(785)543-6561

P.O. BOX 508  
503 MAIN ST  
STOCKTON, KS 67669  
(785)425-6764

## INDEPENDENT AUDITOR'S REPORT

Mayor and City Council  
City of Belleville, Kansas  
Belleville, KS 66935

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Belleville, Kansas, a Municipality as of and for the year ended December 31, 2014 and the related notes to the financial statement.

### Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles**

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Belleville, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

**Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Belleville, Kansas as of December 31, 2014, or changes in financial position and cash flows thereof for the year then ended.

**Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Belleville, Kansas, as of December 31, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

**Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the 2014 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and schedule of regulatory basis receipts and disbursements – agency funds, (Schedules 1, 2, and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2014 basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2014 basic financial statement. The 2014 information has been subjected to the auditing procedures applied in the audit of the 2014 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2014 basic financial statement or to the 2014 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2014 supplementary information is fairly stated in all material respects in relation to the 2014 basic financial statement as a whole, on the basis of accounting described in Note 1.

Respectfully submitted,

*Mapes & Miller LLP*

Certified Public Accountants

October 12, 2015  
Phillipsburg, Kansas

CITY OF BELLEVILLE  
Belleville, Kansas

Statement 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH  
REGULATORY BASIS  
For the Year Ended December 31, 2014

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund							
General Operating Fund	\$ 163,439	\$ -	\$ 877,846	\$ 894,345	\$ 146,940	\$ -	\$ 146,940
Special Purpose Funds							
Library Fund	-	-	122,054	122,054	-	-	-
Recreation Fund	10,124	-	22,167	25,159	7,132	-	7,132
Special Highway Fund	120,115	-	50,004	44,812	125,307	-	125,307
Special Fire Equipment Fund	150,835	-	17,692	4,280	164,247	-	164,247
Special Park & Recreation Fund	16,588	-	4,837	-	21,425	-	21,425
Employee Benefit Fund	14,638	-	452,283	448,927	17,994	-	17,994
Health Insurance Fund	158,592	-	269,775	270,564	157,803	-	157,803
Convention & Tourism Fund	27,989	-	26,605	32,908	21,686	-	21,686
Travel Information Center Fund	9,487	-	75,350	78,685	6,152	-	6,152
Special Street Machinery Reserve Fund	45,121	-	-	-	45,121	-	45,121
Rocky Pond Fund	192	-	-	-	192	-	192
Equipment Reserve Fund	283,000	-	185,333	29,439	438,894	-	438,894
Capital Project Funds							
City Capital Improvement Fund	216,775	-	350,667	203,646	363,796	6,802	370,598
CDBG Water Project Fund	(298,710)	10,000	288,710	-	-	-	-
Airport Capital Improvements Fund	36,986	-	-	5,000	31,986	-	31,986
Business Funds							
Electric Utility							
Operating Fund	671,878	-	2,926,737	2,765,459	833,156	-	833,156
Repair & Extension Fund	638,867	-	744,018	709,248	673,637	-	673,637
Gas Utility							
Operating Fund	285,775	-	1,306,934	1,158,873	433,836	-	433,836
Repair & Extension Fund	170,000	-	24,000	-	194,000	-	194,000
Water Utility							
Operating Fund	133,852	-	359,345	362,239	130,958	-	130,958
Repair & Extension Fund	51,709	-	125,000	-	176,709	-	176,709

The notes to the financial statement are an integral part of this statement.

CITY OF BELLEVILLE  
Belleville, Kansas

Statement 1  
(Cont.)

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH  
REGULATORY BASIS  
For the Year Ended December 31, 2014

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Business Funds (Cont.)							
Sewer Utility							
Operating Fund	\$ 62,618	\$ -	\$ 318,732	\$ 339,408	\$ 41,942	\$ -	\$ 41,942
Principal & Interest Reserve Fund	57,294	-	109,877	109,876	57,295	-	57,295
Repair & Extension Fund	58,720	-	30,000	17,198	71,522	-	71,522
Airport Utility							
Operating Fund	7,452	-	14,253	16,646	5,059	-	5,059
Landfill Utility							
Operating Fund	2,182	-	102,934	105,018	98	-	98
Utility Deposits Fund	1,362	-	17,927	18,317	972	27,663	28,635
Total Financial Reporting Entity (Excluding Agency Funds)	<u>\$ 3,096,880</u>	<u>\$ 10,000</u>	<u>\$ 8,823,080</u>	<u>\$ 7,762,101</u>	<u>\$ 4,167,859</u>	<u>\$ 34,465</u>	<u>\$ 4,202,324</u>
					Composition of Cash		
					Cash on Hand		\$ 800
					Astra Bank		
					Checking Account		16,769
					Money Market		1,500,000
					Citizens National Bank		
					Checking Account		<u>2,690,576</u>
					Total Cash		4,208,145
					Agency Funds Per Schedule 3		<u>(5,821)</u>
					Total Financial Reporting Entity (Excluding Agency Funds)		<u>\$ 4,202,324</u>

The notes to the financial statement are an integral part of this statement.



CITY OF BELLEVILLE  
Belleville, Kansas

NOTES TO THE FINANCIAL STATEMENT  
December 31, 2014

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**(a) FINANCIAL REPORTING ENTITY**

The City of Belleville, Kansas is a municipal corporation governed by an elected mayor and an elected five member council. This financial statement presents the City of Belleville, the municipality, and does not include its related municipal entities.

**(b) REGULATORY BASIS FUND TYPES**

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities for the City for the year ended December 31, 2014.

**General Fund** – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

**Special Purpose Fund** – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

**Capital Project Fund** – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

**Business Fund** – funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

**Agency Fund** – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.)

**(c) REGULATORY BASIS OF ACCOUNTING AND DEPARTURE FROM ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA**

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

#### **(d) BUDGETARY INFORMATION**

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1<sup>st</sup>.
2. Publication in local newspaper on or before August 5<sup>th</sup> of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15<sup>th</sup>, but at least ten days after publication of notice hearing.
4. Adoption of the final budget on or before August 25<sup>th</sup>.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year ended December 31, 2014.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received, and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Project Funds, Trust Funds, Agency Funds and the following funds:

Special Purpose Funds:  
Special Street Machinery Reserve Fund  
Rocky Pond Fund  
Equipment Reserve Fund

Business Funds:

Electric Utility Repair & Extension Fund  
Gas Utility Repair & Extension Fund  
Water Utility Repair & Extension Fund  
Sewer Utility Repair & Extension Fund  
Utility Deposits Fund

Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

## 2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

### Compliance with Kansas Statutes

- A. K.S.A. 9-1402 requires deposits at statutorily authorized financial institutions be secured at the market value, which is equal to 100% of the total deposits at any given time. The deposits at Citizens National Bank were undersecured on December 15, 2014. Additional coverage was obtained subsequent to the violation.
- B. During the year ended December 31, 2014, fund encumbrance records were not maintained as required by K.S.A. 10-1117, which requires the clerk to maintain a record of each funds' indebtedness and contracts creating a liability against the City.
- C. No other statutory violations noted for the year ended December 31, 2014.

## 3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located or in an adjoining county if such institution has been designated as an official depository and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

**Concentration of Credit Risk.** State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

**Custodial Credit Risk – Deposits.** Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2014.

At December 31, 2014, the City's carrying amount of deposits was \$4,207,345 and the bank balance was \$4,273,144. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance \$517,388 was covered by federal depository insurance, \$3,755,756 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

**Custodial Credit Risk – Investments.** For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

#### **4. DEFINED BENEFIT PENSION PLAN**

**Plan description.** The City of Belleville participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603-3869) or by calling 1-888-275-5737.

**Funding Policy.** K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. Kansas law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

**Net Pension Liability.** The total pension liability for KPERS was determined by an actuarial valuation as of December 31, 2013, which was rolled forward to June 30, 2014. As of June 30, 2014, the net pension liability for KPERS was \$8,291,794,910. KPERS has determined the Municipality's proportionate share of the net pension liability is \$784,631 as of June 30, 2014. The complete actuarial valuation report including all actuarial assumptions and methods is publically available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described in the first paragraph above.

#### **5. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS**

##### **(a) Other Post Employment Benefits**

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

## (b) Other Employee Benefits

### Vacation

Employees of the City accumulate vacation leave at a rate of eight to fourteen hours per month, depending upon years of service. An employee can carry over to a new year ten days of vacation leave, unless the City Manager has approved additional carry over for that employee. Terminated employees are paid for all accumulated vacation leave, at their current wage rate. Upon retirement, employees are paid for all accumulated vacation at their current wage rate, up to forty hours. As of December 31, 2014, the City's liability for accrued vacation was \$41,061.

### Sick leave

Employees of the City accumulate sick leave at a rate of eight hours per month. They may accumulate a maximum of 600 hours sick leave. Upon termination of employment, no sick leave is paid to the employee. Upon retirement, an employee receives \$5.00 per hour for the accumulated sick leave, up to 600 hours. If an employee accumulates over 600 hours of sick leave, at the end of the year, they are paid for the hours over 600, at \$5.00 per hour. As of December 31, 2014, the City's liability for accrued sick leave was \$15,900.

## **6. RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain workman's compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 155 participating members and the league itself.

The City continues to carry commercial insurance for all other risks of loss, including commercial property, commercial liability, automobile, linebacker, inland marine, surety bonds, commercial output, law enforcement liability, and airport liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

## **7. DEFEASANCE OF DEBT**

On May 23, 2008, the City defeased the 2005 Electric & Gas Revenue Bond by putting principal and interest in a trust to provide for future debt service payments on the defeased bond. Accordingly, the trust account assets and the liability for the defeased debt is not included in these financial statements. At December 31, 2014, \$950,000 of bonds outstanding are considered defeased.

## **8. CAPITAL PROJECTS FUNDS**

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Cash Disbursements and Accounts Payable to Date
Airport Grant-Land Acquisition	\$ 239,542	\$ 239,542
CDBG Grant-Water Project	500,000	500,000

## 9. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Authority	Amount
General Operating Fund	Equipment Reserve Fund	K.S.A. 12-1,117	\$ 54,000
Electric Utility Operating Fund	General Operating Fund	K.S.A. 12-825d	147,000
Electric Utility Operating Fund	Travel Information Center Fund	K.S.A. 12-825d	5,000
Electric Utility Operating Fund	Equipment Reserve Fund	K.S.A. 12-825d	108,333
Electric Utility Operating Fund	City Capital Improvement Fund	K.S.A. 12-825d	60,000
Electric Utility Operating Fund	Electric Utility Repair & Extension Fund	K.S.A. 12-825d	250,000
Gas Utility Operating Fund	General Operating Fund	K.S.A. 12-825d	24,000
Gas Utility Operating Fund	Travel Information Center Fund	K.S.A. 12-825d	7,500
Gas Utility Operating Fund	City Capital Improvement Fund	K.S.A. 12-825d	40,000
Gas Utility Operating Fund	Gas Utility Repair & Extension Fund	K.S.A. 12-825d	24,000
Water Utility Operating Fund	General Operating Fund	K.S.A. 12-825d	2,400
Water Utility Operating Fund	Equipment Reserve Fund	K.S.A. 12-825d	10,000
Water Utility Operating Fund	City Capital Improvement Fund	K.S.A. 12-825d	12,000
Water Utility Operating Fund	Water Utility Repair & Extension Fund	K.S.A. 12-825d	125,000
Sewer Utility Operating Fund	General Operating Fund	K.S.A. 12-825d	2,400
Sewer Utility Operating Fund	Equipment Reserve Fund	K.S.A. 12-825d	13,000
Sewer Utility Operating Fund	City Capital Improvement Fund	K.S.A. 12-825d	5,000
Sewer Utility Operating Fund	Sewer Utility Principal & Interest Reserve Fund	K.S.A. 12-825d	109,877
Sewer Utility Operating Fund	Sewer Utility Repair & Extension Fund	K.S.A. 12-825d	30,000

## 10. SUBSEQUENT EVENTS

- a. The City issued General Obligation Sales Tax Bonds on June 15, 2015 in the amount of \$1,810,000 for the construction of a new swimming pool and other park and recreational improvements. The bonds will be financed with a ½ cent retailer's sales tax increase commencing October 1, 2015.
- b. The City received a letter on June 24, 2015 from the legal representation of a local business that purchases its utilities from the City. The letter alleges that the City has overcharged the business for electric demand for 23 years. The City acknowledges overcharges from the prior years and offered a settlement of \$42,440 that the business declined. The business countered with a settlement amount of \$123,554 that the City declined. The City is awaiting further correspondence from the business' legal representation.
- c. The City's electric supplier notified them on July 27, 2015 that the City has been undercharged for electricity over the prior two years by an amount of \$463,345. The City does not dispute this claim and has agreed to repay the undercharged amounts over a two year period.
- d. Management has evaluated events subsequent to year end through the date of this report, and does not believe any other events through the date of this report have occurred, which effect the financial statement as presented.

## 11. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2014 were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Beginning Balance 1/1/2014	Additions	Reductions/ Payments	Ending Balance 12/31/2014	Interest/ Service Fees Paid
KDHE Loan:									
KS Water Pollution Control	3.08%	04/23/01	<u>\$ 1,643,675</u>	3/1/2024	<u>\$ 979,362</u>	<u>\$ -</u>	<u>\$ 80,326</u>	<u>\$ 899,036</u>	<u>\$ 29,551</u>
Total Contractual Indebtedness					<u>\$ 979,362</u>	<u>\$ -</u>	<u>\$ 80,326</u>	<u>\$ 899,036</u>	<u>\$ 29,551</u>

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

Year	KDHE Loan	
	Principal	Interest
2015	\$ 82,819	\$ 27,057
2016	85,389	24,487
2017	88,040	21,837
2018	90,772	19,104
2019	93,590	16,287
2020-2024	<u>458,426</u>	<u>36,018</u>
	<u>\$ 899,036</u>	<u>\$ 144,790</u>

\* See Note 7 – Defeasance of Debt

CITY OF BELLEVILLE, KANSAS  
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2014



CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For the Year Ended December 31, 2014

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund					
General Operating Fund	\$ 947,705	\$ -	\$ 947,705	\$ 894,345	\$ (53,360)
Special Purpose Funds					
Library Fund	126,045	-	126,045	122,054	(3,991)
Recreation Fund	30,350	-	30,350	25,159	(5,191)
Special Highway Fund	171,750	-	171,750	44,812	(126,938)
Special Fire Equipment Fund	165,111	-	165,111	4,280	(160,831)
Special Park & Recreation Fund	32,800	-	32,800	-	(32,800)
Employee Benefit Fund	484,263	-	484,263	448,927	(35,336)
Health Insurance Fund	345,000	-	345,000	270,564	(74,436)
Convention & Tourism Fund	41,850	-	41,850	32,908	(8,942)
Travel Information Center Fund	81,250	-	81,250	78,685	(2,565)
Business Funds					
Electric Utility					
Operating Fund	3,005,648	-	3,005,648	2,765,459	(240,189)
Gas Utility					
Operating Fund	1,252,975	-	1,252,975	1,158,873	(94,102)
Water Utility					
Operating Fund	382,609	-	382,609	362,239	(20,370)
Sewer Utility					
Operating Fund	353,962	-	353,962	339,408	(14,554)
Principal & Interest Reserve Fund	109,877	-	109,877	109,876	(1)
Airport Utility					
Operating Fund	28,700	-	28,700	16,646	(12,054)
Landfill Utility					
Operating Fund	115,000	-	115,000	105,018	(9,982)

CITY OF BELLEVILLE  
Belleville, Kansas

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STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 312,498	\$ 330,042	\$ (17,544)
Delinquent Tax	8,878	5,000	3,878
Motor Vehicle Tax	63,629	58,864	4,765
Recreational Vehicle Tax	702	610	92
16/20M Vehicle Tax	2,597	2,423	174
In Lieu of Taxes	862	700	162
Local Alcoholic Liquor Tax	4,336	4,500	(164)
Licenses, Permits, and Franchise Tax	33,975	34,200	(225)
Charges for Services	28,873	25,700	3,173
Retail Sales Tax	158,333	135,000	23,333
Court Fines & Fees	9,355	14,000	(4,645)
Economic Development	-	26,000	(26,000)
Interest on Idle Funds	9,680	4,000	5,680
Fireman's Relief Fund	-	7,000	(7,000)
Use of Money & Property	634	1,500	(866)
Miscellaneous Receipts	60,109	8,500	51,609
VIN Revenues	7,585	7,000	585
State Grants	-	8,000	(8,000)
Incoming Transfers			
Electric Utility Operating Fund	147,000	147,000	-
Gas Utility Operating Fund	24,000	24,000	-
Water Utility Operating Fund	2,400	2,400	-
Sewer Utility Operating Fund	2,400	2,400	-
Total Receipts	<u>877,846</u>	<u>\$ 848,839</u>	<u>\$ 29,007</u>
EXPENDITURES			
Finance & Administration			
Personal Services	6,000	\$ 6,000	\$ -
Contractual Services	45,861	50,000	(4,139)
Commodities	7,537	8,850	(1,313)
Capital Outlay	2,725	4,800	(2,075)
Election Expense	-	2,500	(2,500)
Total Finance & Administration	<u>62,123</u>	<u>72,150</u>	<u>(10,027)</u>
Municipal Court			
Personal Services	6,048	6,000	48
Contractual	1,932	1,200	732
Commodities	676	1,250	(574)
Capital Outlay	-	1,000	(1,000)
Total Municipal Court	<u>8,656</u>	<u>9,450</u>	<u>(794)</u>

CITY OF BELLEVILLE  
Belleville, Kansas

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STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Law Enforcement			
Personal Services	\$ 212,928	\$ 212,265	\$ 663
Contractual Services	12,475	15,275	(2,800)
Commodities	20,584	20,715	(131)
Capital Outlay	5,782	8,000	(2,218)
Remittance to Other Agencies	50,671	50,700	(29)
	<u>302,440</u>	<u>306,955</u>	<u>(4,515)</u>
Total Law Enforcement			
Fire Protection			
Personal Services	7,510	8,000	(490)
Contractual Services	11,305	14,200	(2,895)
Commodities	13,858	11,200	2,658
Capital Outlay	-	2,000	(2,000)
Fireman's Relief Fund	-	7,000	(7,000)
	<u>32,673</u>	<u>42,400</u>	<u>(9,727)</u>
Total Fire Protection			
Street Maintenance			
Personal Services	84,696	79,600	5,096
Contractual Services	26,168	28,500	(2,332)
Commodities	135,000	145,600	(10,600)
Capital Outlay	2,538	4,500	(1,962)
	<u>248,402</u>	<u>258,200</u>	<u>(9,798)</u>
Total Street Maintenance			
Park Maintenance			
Personal Services	37,958	41,600	(3,642)
Contractual Services	1,192	1,800	(608)
Commodities	10,294	13,500	(3,206)
Capital Outlay	5,764	10,000	(4,236)
	<u>55,208</u>	<u>66,900</u>	<u>(11,692)</u>
Total Park Maintenance			
Cemetery Maintenance			
Personal Services	31,743	35,850	(4,107)
Contractual Services	37	100	(63)
Commodities	7,159	5,800	1,359
	<u>38,939</u>	<u>41,750</u>	<u>(2,811)</u>
Total Cemetery Maintenance			

CITY OF BELLEVILLE  
Belleville, Kansas

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STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Swimming Pool			
Personal Services	\$ 29,189	\$ 31,200	\$ (2,011)
Contractual Services	1,346	1,350	(4)
Commodities	16,718	20,350	(3,632)
Capital Outlay	2,998	2,000	998
Total Swimming Pool	50,251	54,900	(4,649)
Economic Development			
Personal Services	-	39,300	(39,300)
Contractual Services	38,631	1,500	37,131
Commodities	2,369	200	2,169
Total Economic Development	41,000	41,000	-
Neighborhood Revitalization Rebate	653	-	653
Outgoing Transfer			
Equipment Reserve Fund	54,000	54,000	-
Total Expenditures	894,345	\$ 947,705	\$ (53,360)
Receipts Over (Under) Expenditures	(16,499)		
UNENCUMBERED CASH, January 1, 2014	163,439		
UNENCUMBERED CASH, December 31, 2014	\$ 146,940		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-2

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

LIBRARY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 96,959	\$ 102,403	\$ (5,444)
Delinquent Tax	2,884	2,000	884
Motor Vehicle Tax	19,947	18,490	1,457
Recreational Vehicle Tax	219	191	28
16/20M Vehicle Tax	777	761	16
In Lieu of Taxes	268	200	68
Grant Funds	1,000	2,000	(1,000)
	<u>122,054</u>	<u>126,045</u>	<u>(3,991)</u>
Total Receipts	<u>122,054</u>	<u>\$ 126,045</u>	<u>\$ (3,991)</u>
EXPENDITURES			
Appropriations	120,852	\$ 124,045	\$ (3,193)
Grant Funds Pass-Through	1,000	2,000	(1,000)
Neighborhood Revitalization Rebate	202	-	202
	<u>122,054</u>	<u>\$ 126,045</u>	<u>\$ (3,991)</u>
Total Expenditures	<u>122,054</u>	<u>\$ 126,045</u>	<u>\$ (3,991)</u>
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, January 1, 2014	<u>-</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ -</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-3

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 10,358	\$ 10,936	\$ (578)
Delinquent Tax	477	250	227
Motor Vehicle Tax	2,044	1,788	256
Recreational Vehicle Tax	24	18	6
16/20M Vehicle Tax	190	74	116
In Lieu of Taxes	29	35	(6)
Ball Fees/Sponsor Fees	8,940	8,500	440
Reimbursed Expense	105	1,200	(1,095)
Miscellaneous Receipts	-	500	(500)
	<u>22,167</u>	<u>\$ 23,301</u>	<u>\$ (1,134)</u>
EXPENDITURES			
Personal Services	11,078	\$ 15,300	\$ (4,222)
Contractual Services	6,381	9,650	(3,269)
Commodities	7,700	5,400	2,300
	<u>25,159</u>	<u>\$ 30,350</u>	<u>\$ (5,191)</u>
Receipts Over (Under) Expenditures	(2,992)		
UNENCUMBERED CASH, January 1, 2014	<u>10,124</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 7,132</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-4

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

SPECIAL HIGHWAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Special Highway Tax	\$ 50,004	\$ 51,140	\$ (1,136)
EXPENDITURES			
Personal Services	34,744	\$ 31,500	\$ 3,244
Contractual Services	68	250	(182)
Capital Outlay	10,000	140,000	(130,000)
Total Expenditures	44,812	\$ 171,750	\$ (126,938)
Receipts Over (Under) Expenditures	5,192		
UNENCUMBERED CASH, January 1, 2014	120,115		
UNENCUMBERED CASH, December 31, 2014	\$ 125,307		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-5

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

SPECIAL FIRE EQUIPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 14,209	\$ 15,000	\$ (791)
Delinquent Tax	268	250	18
Motor Vehicle Tax	2,944	2,648	296
Recreational Vehicle Tax	34	27	7
16/20M Vehicle Tax	198	109	89
In Lieu of Taxes	39	-	39
	<u>17,692</u>	<u>\$ 18,034</u>	<u>\$ (342)</u>
Total Receipts			
EXPENDITURES			
Capital Outlay	4,250	\$ 165,111	\$ (160,861)
Neighborhood Revitalization Rebate	30	-	30
	<u>4,280</u>	<u>\$ 165,111</u>	<u>\$ (160,831)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	13,412		
UNENCUMBERED CASH, January 1, 2014	<u>150,835</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 164,247</u>		



CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-6

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For the Year Ended December 31, 2014

SPECIAL PARK & RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Alcoholic Liquor Tax	\$ 4,337	\$ 4,500	\$ (163)
Donations	<u>500</u>	<u>-</u>	<u>500</u>
Total Receipts	<u>4,837</u>	<u>\$ 4,500</u>	<u>\$ 337</u>
EXPENDITURES			
Capital Outlay	<u>-</u>	<u>\$ 32,800</u>	<u>\$ (32,800)</u>
Receipts Over (Under) Expenditures	4,837		
UNENCUMBERED CASH, January 1, 2014	<u>16,588</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 21,425</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-7

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

EMPLOYEE BENEFIT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	\$ 159,000	\$ 167,923	\$ (8,923)
Delinquent Tax	4,545	3,000	1,545
Motor Vehicle Tax	30,689	28,455	2,234
Recreational Vehicle Tax	337	294	43
16/20M Vehicle Tax	1,186	1,171	15
In Lieu of Taxes	439	300	139
Employee Contributions	136,116	145,500	(9,384)
Reimbursements	12	-	12
Interfund Reimbursements	119,959	127,500	(7,541)
	<u>452,283</u>	<u>\$ 474,143</u>	<u>\$ (21,860)</u>
Total Receipts			
EXPENDITURES			
Social Security & Medicare	179,819	\$ 190,000	\$ (10,181)
KPERS	166,941	169,000	(2,059)
Group Health Insurance	70,120	89,763	(19,643)
Workman's Compensation	19,490	20,000	(510)
Unemployment	12,225	15,500	(3,275)
Neighborhood Revitalization	332	-	332
	<u>448,927</u>	<u>\$ 484,263</u>	<u>\$ (35,336)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	3,356		
UNENCUMBERED CASH, January 1, 2014	<u>14,638</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 17,994</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-8

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

HEALTH INSURANCE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Employee Contributions	\$ 23,438	\$ 31,000	\$ (7,562)
Interfund Reimbursements	<u>246,337</u>	<u>308,000</u>	<u>(61,663)</u>
Total Receipts	<u>269,775</u>	<u>\$ 339,000</u>	<u>\$ (69,225)</u>
EXPENDITURES			
Group Health Insurance	<u>270,564</u>	<u>\$ 345,000</u>	<u>\$ (74,436)</u>
Receipts Over (Under) Expenditures	(789)		
UNENCUMBERED CASH, January 1, 2014	<u>158,592</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 157,803</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-9

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

CONVENTION & TOURISM FUND

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
RECEIPTS			
Local Transient Guest Tax	\$ 26,605	\$ 31,000	\$ (4,395)
EXPENDITURES			
Remittance to Other Agencies	31,943	\$ 41,850	\$ (9,907)
Contractual Services	<u>965</u>	<u>-</u>	<u>965</u>
Total Expenditures	<u>32,908</u>	<u>\$ 41,850</u>	<u>\$ (8,942)</u>
Receipts Over (Under) Expenditures	(6,303)		
UNENCUMBERED CASH, January 1, 2014	<u>27,989</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 21,686</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-10

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

TRAVEL INFORMATION CENTER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Vendor Sales	\$ 62,850	\$ 60,000	\$ 2,850
Incoming Transfers			
Electric Utility Operating Fund	5,000	12,500	(7,500)
Gas Utility Operating Fund	7,500	7,500	-
	<u>75,350</u>	<u>80,000</u>	<u>(4,650)</u>
Total Receipts			
EXPENDITURES			
Personal Services	28,692	\$ 31,000	\$ (2,308)
Contractual Services	8,521	3,000	5,521
Commodities	11,680	7,000	4,680
Capital Outlay	25,661	250	25,411
Remittance to Other Agencies	4,131	40,000	(35,869)
	<u>78,685</u>	<u>\$ 81,250</u>	<u>\$ (2,565)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	(3,335)		
UNENCUMBERED CASH, January 1, 2014	<u>9,487</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 6,152</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-11

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For the Year Ended December 31, 2014

SPECIAL STREET MACHINERY RESERVE FUND

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2014	<u>45,121</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 45,121</u></u>

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-12

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For the Year Ended December 31, 2014

ROCKY POND FUND

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2014	<u>192</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 192</u></u>

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-13

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS

For the Year Ended December 31, 2014

EQUIPMENT RESERVE FUND

	<u>Actual</u>
RECEIPTS	
Incoming Transfers	
General Operating Fund	\$ 54,000
Electric Utility Operating Fund	108,333
Water Utility Operating Fund	10,000
Sewer Utility Operating Fund	<u>13,000</u>
Total Receipts	<u>185,333</u>
EXPENDITURES	
Capital Outlay	<u>29,439</u>
Receipts Over (Under) Expenditures	155,894
UNENCUMBERED CASH, January 1, 2014	<u>283,000</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 438,894</u></u>



CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-14

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS

For the Year Ended December 31, 2014

CITY CAPITAL IMPROVEMENT FUND

	Actual
RECEIPTS	
Federal Grant	\$ 160,797
Reimbursed Expense	72,870
Incoming Transfers	
Electric Utility Operating Fund	60,000
Gas Utility Operating Fund	40,000
Water Utility Operating Fund	12,000
Sewer Utility Operating Fund	5,000
Total Receipts	350,667
EXPENDITURES	
Contractual Services	7,545
Capital Outlay	79,001
Airport Land Acquisition	117,100
Total Expenditures	203,646
Receipts Over (Under) Expenditures	147,021
UNENCUMBERED CASH, January 1, 2014	216,775
UNENCUMBERED CASH, December 31, 2014	\$ 363,796

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-15

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS

For the Year Ended December 31, 2014

CDBG WATER PROJECT FUND

	<u>Actual</u>
RECEIPTS	
Federal Grant	<u>\$ 288,710</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	288,710
UNENCUMBERED CASH, January 1, 2014	(298,710)
Prior Year Cancelled Encumbrances	<u>10,000</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ -</u></u>

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-16

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For the Year Ended December 31, 2014

AIRPORT CAPITAL IMPROVEMENTS FUND

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	
Capital Outlay	<u>5,000</u>
Receipts Over (Under) Expenditures	(5,000)
UNENCUMBERED CASH, January 1, 2014	<u>36,986</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 31,986</u></u>

CITY OF BELLEVILLE  
Belleville, Kansas

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STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS  
For the Year Ended December 31, 2014

ELECTRIC UTILITY OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Charges for Services	\$ 2,545,642	\$ 2,421,000	\$ 124,642
Fines & Penalties	20,324	20,000	324
Capacity Payments	336,900	336,000	900
Reimbursements	6,588	10,000	(3,412)
Miscellaneous Receipts	1,429	1,000	429
Generation Payment	1,261	900	361
Generation Reimbursement	14,593	5,000	9,593
	<u>2,926,737</u>	<u>\$ 2,793,900</u>	<u>\$ 132,837</u>
Total Receipts			
EXPENDITURES			
Electric Administration			
Personal Services	138,610	\$ 142,945	\$ (4,335)
Contractual Services	17,785	23,310	(5,525)
Commodities	915	1,200	(285)
Capital Outlay	2,202	3,600	(1,398)
Refunds	2,326	-	2,326
	<u>161,838</u>	<u>171,055</u>	<u>(9,217)</u>
Total Electric Administration			
Electric Production			
Personal Services	166,375	169,100	(2,725)
Contractual Services	1,421,251	1,569,850	(148,599)
Commodities	13,601	30,500	(16,899)
Capital Outlay	-	5,000	(5,000)
	<u>1,601,227</u>	<u>1,774,450</u>	<u>(173,223)</u>
Total Electric Production			
Electric Distribution			
Personal Services	326,522	337,700	(11,178)
Contractual Services	31,449	51,310	(19,861)
Commodities	74,090	93,300	(19,210)
	<u>432,061</u>	<u>482,310</u>	<u>(50,249)</u>
Total Electric Distribution			

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-17  
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STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

ELECTRIC UTILITY OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Outgoing Transfers			
General Operating Fund	\$ 147,000	\$ 147,000	\$ -
Travel Information Center Fund	5,000	12,500	(7,500)
Equipment Reserve Fund	108,333	108,333	-
City Capital Improvement Fund	60,000	60,000	-
Electric Utility Repair & Extension Fund	250,000	250,000	-
	<u>570,333</u>	<u>577,833</u>	<u>(7,500)</u>
Total Outgoing Transfers			
	<u>570,333</u>	<u>577,833</u>	<u>(7,500)</u>
Total Expenditures	<u>2,765,459</u>	<u>\$ 3,005,648</u>	<u>\$ (240,189)</u>
Receipts Over (Under) Expenditures	161,278		
UNENCUMBERED CASH, January 1, 2014	<u>671,878</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 833,156</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-18

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS

For the Year Ended December 31, 2014

ELECTRIC UTILITY REPAIR & EXTENSION FUND

	<u>Actual</u>
RECEIPTS	
Federal Aid	\$ 10,000
State Reimbursement	484,018
Incoming Transfer	
Electric Utility Operating Fund	<u>250,000</u>
Total Receipts	<u>744,018</u>
EXPENDITURES	
Line Upgrades or Extension	35,128
Contractual Services	10,800
Capital Outlay	627,438
Water Project	<u>35,882</u>
Total Expenditures	<u>709,248</u>
Receipts Over (Under) Expenditures	34,770
UNENCUMBERED CASH, January 1, 2014	<u>638,867</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 673,637</u></u>

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-19

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

GAS UTILITY OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Charges for Services	\$ 1,300,262	\$ 1,226,000	\$ 74,262
Reimbursed Expense	6,672	-	6,672
Total Receipts	<u>1,306,934</u>	<u>\$ 1,226,000</u>	<u>\$ 80,934</u>
EXPENDITURES			
Gas Administration			
Personal Services	62,923	\$ 63,725	\$ (802)
Contractual Services	14,905	22,500	(7,595)
Commodities	735	1,200	(465)
Capital Outlay	2,202	3,600	(1,398)
Total Gas Administration	<u>80,765</u>	<u>91,025</u>	<u>(10,260)</u>
Gas Distribution			
Personal Services	122,111	126,050	(3,939)
Contractual Services	834,542	917,700	(83,158)
Commodities	25,955	22,700	3,255
Total Gas Distribution	<u>982,608</u>	<u>1,066,450</u>	<u>(83,842)</u>
Outgoing Transfers			
General Operating Fund	24,000	24,000	-
Travel Information Center Fund	7,500	7,500	-
City Capital Improvement Fund	40,000	40,000	-
Gas Utility Repair & Extension Fund	24,000	24,000	-
Total Outgoing Transfers	<u>95,500</u>	<u>95,500</u>	<u>-</u>
Total Expenditures	<u>1,158,873</u>	<u>\$ 1,252,975</u>	<u>\$ (94,102)</u>
Receipts Over (Under) Expenditures	148,061		
UNENCUMBERED CASH, January 1, 2014	<u>285,775</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 433,836</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-20

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
For the Year Ended December 31, 2014

GAS UTILITY REPAIR & EXTENSION FUND

	<u>Actual</u>
RECEIPTS	
Incoming Transfer	
Gas Utility Operating Fund	<u>\$          24,000</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	24,000
UNENCUMBERED CASH, January 1, 2014	<u>170,000</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$          194,000</u></u>



CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-21

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
For the Year Ended December 31, 2014

WATER UTILITY OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Charges for Services	\$ 356,651	\$ 311,000	\$ 45,651
Miscellaneous Receipts	2,278	-	2,278
Reimbursements	416	3,000	(2,584)
Total Receipts	<u>359,345</u>	<u>\$ 314,000</u>	<u>\$ 45,345</u>
EXPENDITURES			
Administration			
Personal Services	18,981	\$ 21,069	\$ (2,088)
Contractual Services	12,319	21,980	(9,661)
Commodities	614	1,200	(586)
Capital Outlay	770	3,600	(2,830)
Total Administration	<u>32,684</u>	<u>47,849</u>	<u>(15,165)</u>
Production			
Personal Services	90,667	104,360	(13,693)
Contractual Services	35,951	42,800	(6,849)
Commodities	53,537	38,200	15,337
Total Production	<u>180,155</u>	<u>185,360</u>	<u>(5,205)</u>
Outgoing Transfers			
General Operating Fund	2,400	2,400	-
Equipment Reserve Fund	10,000	10,000	-
City Capital Improvement Fund	12,000	12,000	-
Water Utility Repair & Extension Fund	125,000	125,000	-
Total Outgoing Transfers	<u>149,400</u>	<u>149,400</u>	<u>-</u>
Total Expenditures	<u>362,239</u>	<u>\$ 382,609</u>	<u>\$ (20,370)</u>
Receipts Over (Under) Expenditures	(2,894)		
UNENCUMBERED CASH, January 1, 2014	<u>133,852</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 130,958</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-22

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For the Year Ended December 31, 2014

WATER UTILITY REPAIR & EXTENSION FUND

	<u>Actual</u>
RECEIPTS	
Incoming Transfer	
Water Utility Operating Fund	<u>\$          125,000</u>
EXPENDITURES	
Capital Outlay	<u>-</u>
Receipts Over (Under) Expenditures	125,000
UNENCUMBERED CASH, January 1, 2014	<u>51,709</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$          176,709</u></u>

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-23

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
For the Year Ended December 31, 2014

SEWER UTILITY OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Charges for Services	\$ 318,732	\$ 310,000	\$ 8,732
Reimbursements	-	1,000	(1,000)
Miscellaneous Receipts	-	250	(250)
Total Receipts	<u>318,732</u>	<u>\$ 311,250</u>	<u>\$ 7,482</u>
EXPENDITURES			
Personal Services	79,761	\$ 76,425	\$ 3,336
Contractual Services	63,471	57,260	6,211
Commodities	34,099	30,000	4,099
Capital Outlay	1,800	-	1,800
Outgoing Transfers			
General Operating Fund	2,400	2,400	-
Equipment Reserve Fund	13,000	13,000	-
City Capital Improvement Fund	5,000	5,000	-
Sewer Utility Principal & Interest Reserve Fund	109,877	109,877	-
Sewer Utility Repair & Extension Fund	<u>30,000</u>	<u>60,000</u>	<u>(30,000)</u>
Total Expenditures	<u>339,408</u>	<u>\$ 353,962</u>	<u>\$ (14,554)</u>
Receipts Over (Under) Expenditures	(20,676)		
UNENCUMBERED CASH, January 1, 2014	<u>62,618</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 41,942</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-24

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
For the Year Ended December 31, 2014

SEWER UTILITY PRINCIPAL & INTEREST RESERVE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Incoming Transfer			
Sewer Utility Operating Fund	\$ 109,877	\$ 109,877	\$ -
EXPENDITURES			
Principal Payments	80,326	\$ 80,325	\$ 1
Interest Payments	27,152	27,152	-
Service Fee	2,398	2,400	(2)
Total Expenditures	109,876	\$ 109,877	\$ (1)
Receipts Over (Under) Expenditures	1		
UNENCUMBERED CASH, January 1, 2014	57,294		
UNENCUMBERED CASH, December 31, 2014	\$ 57,295		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-25

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For the Year Ended December 31, 2014

SEWER UTILITY REPAIR & EXTENSION FUND

	<u>Actual</u>
RECEIPTS	
Incoming Transfer	
Sewer Utility Operating Fund	<u>\$          30,000</u>
EXPENDITURES	
Capital Outlay	<u>          17,198</u>
Receipts Over (Under) Expenditures	12,802
UNENCUMBERED CASH, January 1, 2014	<u>          58,720</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>          \$      71,522</u></u>

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-26

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

AIRPORT UTILITY OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Aviation Gas Sales	\$ 10,803	\$ 25,000	\$ (14,197)
Hanger & Land Rent	1,854	6,000	(4,146)
Reimbursed Expense	1,596	-	1,596
	<u>14,253</u>	<u>31,000</u>	<u>(16,747)</u>
Total Receipts	<u>14,253</u>	<u>\$ 31,000</u>	<u>\$ (16,747)</u>
EXPENDITURES			
Contractual Services	3,707	\$ 4,000	\$ (293)
Commodities	11,639	23,700	(12,061)
Capital Outlay	1,300	1,000	300
	<u>16,646</u>	<u>\$ 28,700</u>	<u>\$ (12,054)</u>
Total Expenditures	<u>16,646</u>	<u>\$ 28,700</u>	<u>\$ (12,054)</u>
Receipts Over (Under) Expenditures	(2,393)		
UNENCUMBERED CASH, January 1, 2014	<u>7,452</u>		
UNENCUMBERED CASH, December 31, 2014	<u>\$ 5,059</u>		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-27

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2014

LANDFILL UTILITY OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Landfill Use Charge	\$ 102,934	\$ 115,000	\$ (12,066)
EXPENDITURES			
Contractual Services	105,018	\$ 115,000	\$ (9,982)
Receipts Over (Under) Expenditures	(2,084)		
UNENCUMBERED CASH, January 1, 2014	2,182		
UNENCUMBERED CASH, December 31, 2014	\$ 98		

CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 2-28

STATEMENT OF RECEIPTS AND EXPENDITURES - ACTUAL  
REGULATORY BASIS  
For the Year Ended December 31, 2014

UTILITY DEPOSITS FUND

	<u>Actual</u>
RECEIPTS	
Customer Deposits	<u>\$ 17,927</u>
EXPENDITURES	
Utility Deposit Refunds	<u>18,317</u>
Receipts Over (Under) Expenditures	(390)
UNENCUMBERED CASH, January 1, 2014	<u>1,362</u>
UNENCUMBERED CASH, December 31, 2014	<u><u>\$ 972</u></u>



CITY OF BELLEVILLE  
Belleville, Kansas

Schedule 3

SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS

For the Year Ended December 31, 2014

AGENCY FUNDS

<u>FUNDS</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
State Sales Tax Fund	<u>\$ 4,667</u>	<u>\$ 129,958</u>	<u>\$ 128,804</u>	<u>\$ 5,821</u>
Total Agency Funds	<u><u>\$ 4,667</u></u>	<u><u>\$ 129,958</u></u>	<u><u>\$ 128,804</u></u>	<u><u>\$ 5,821</u></u>